



EPA Quarterly Management Report January through March 2007

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What is the Quarterly Management Report?

This report shows the US Environmental Protection Agency's progress on selected priorities. It is intended to elicit questions that lead to ideas about how the Agency can better execute our responsibilities under the law and do a better job of protecting human health and the environment. In many cases, measures may be affected by factors outside the Agency's control. Success often relies on working closely with our partners: States, Territories and Tribes.

This report is not comprehensive and is only one of many budget, performance, and financial tools used by the Agency for management purposes. It does not include all of the Agency's priorities. The report is a balance of national and regional information. Because it is updated quarterly, most measures are outputs, not outcomes. However, all the measures are linked to objectives in the Agency's Strategic Plan. Performing well on these measures is assumed to lead to improved public health and environmental protection.



HEADQUARTERS

Timeliness of Key Actions

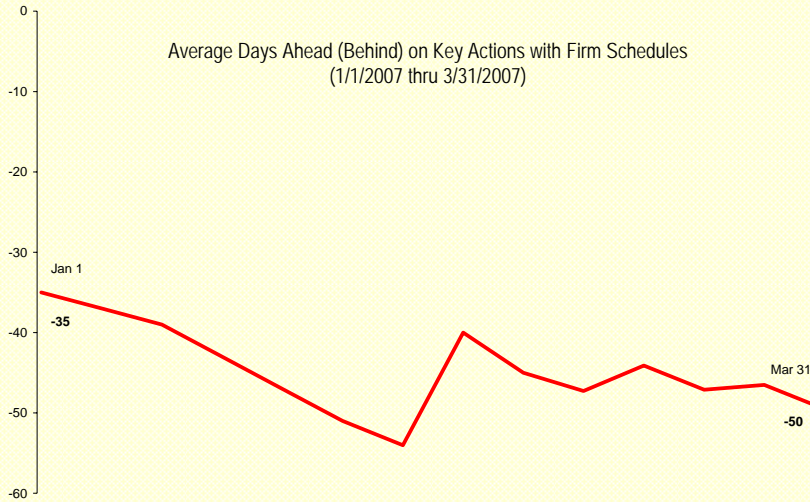
1

Completing actions ahead of schedule means EPA keeps its commitments, improves the quality of decisions, and the public and environment benefit from EPA's key actions sooner. EPA is focusing management attention on 27 key actions.

| | EPA Office | | | | | TOTAL |
|--------------------------------|------------|-----|-------|-------|-------|--------|
| | OAR | OEI | OPPTS | OSWER | OW | |
| Days ahead (behind) schedule | (531) | 0 | 2 | (285) | (622) | (1436) |
| # of Key Actions being tracked | 6 | 0 | 7 | 5 | 9 | 27 |

Of the 27 key actions being tracked, the following 15 are directly related to the Administrator's Action Plan:

- New Source Review – Aggregation and Debottlenecking
- New Source Review – Emissions Test for Electric Generating Units
- Locomotives and New Marine Diesel
- Amendment of the Standards for Radioactive Waste Disposal in Yucca Mountain, Nevada
- National Ambient Air Quality Standard Review for Ozone
- Renewable Fuels Standard
- Lead Based Paint Activities – Renovation, Repair & Remodeling
- Agricultural Container Recycling
- Definition of Solid Wastes
- Expanding the Comparable Fuels Exclusion under the Resource Conservation and Recovery Act
- Criteria for Safe and Environmentally Protective Use of Granular Mine Tailings
- Spill Prevention Control and Countermeasures – Litigation Response
- Peak Flow Guidance
- Concentrated Animal Feeding Operation Regulation
- Water Transfers Rule



Data Source: SCOUT Database

Energy Use at EPA Regional Labs

2

Saving energy at EPA facilities helps increase energy security, reduce pollution and cut greenhouse gas emissions. Through March, four regional labs have used less energy than they had through the same period in 2006. Region 3 is undergoing a recommissioning project at Fort Meade which should yield energy savings in six to twelve months.

Increase (Decrease) in Amount of Energy Consumed in MMBTUS

| | Region 1 | Region 2 | Region 3 | Region 4 | Region 5 | Region 6 | Region 7 | Region 8 | Region 9 | Region 10 | Other Agency-wide |
|---|----------|----------|----------|----------|----------|----------|----------|----------|----------|-----------|-------------------|
| Oct-Mar 2006 | 10,651 | 22,077 | 32,391 | 10,703 | NA | 10,590 | 9,322 | 10,613 | 10,021 | 10,666 | 680,822 |
| Oct-Mar 2007 | 10,103 | 18,361 | 34,218 | 11,065 | NA | 10,394 | 9,788 | 11,229 | 9,703 | 10,967 | 657,756 |
| Q2 2007 Increase (Decrease) compared with Q2 2006 | (548) | (3,716) | 1,827 | 362 | NA | (196) | 466 | 616 | (318) | 301 | (23,066) |

Data Source: Utility Bills

President's Management Agenda

3

The President's Management Agenda contains five government-wide goals to improve federal management and deliver results that matter to the American people. Earning a "green" score in these five areas addresses significant government-wide deficiencies identified by the Government Accountability Office, Inspectors General, the Office of Management and Budget, and others. During Q2, EPA's Budget and Performance Integration "status" score was upgraded to green. For Human Capital, EPA retained its "green" progress score meeting all quarterly deliverables and continuing to make progress in areas such as workforce and succession planning and employee performance management improvements as the Agency works toward its objective of obtaining a "green" status score for human capital in December 2007.

Executive Branch Management Scorecard

| Environmental Protection Agency | 2nd Quarter Results - (31-Mar-07) | | Department of Labor's 2nd Quarter PMA Scorecard Results (Benchmark) | |
|--|-----------------------------------|----------|---|----------|
| PMA Initiative | Status | Progress | Status | Progress |
| Human Capital | Y | G | G | G |
| Competitive Sourcing | G | G | G | G |
| Financial Performance | G | G | G | G |
| E-Government | G | G | G | G |
| Budget/Perf. Integration | G | G | G | G |
| Eliminating Improper Payments (first reported Q1 2005) | G | G | G | G |

Data Source: OMB

Quarterly Management Report Q2 2007

Unless otherwise specified:

- Data is cumulative thru current quarter
- Target represents end of fiscal year (Sept '07)

• Q4 = Oct '05 thru Sept '06 (data for 12 months)

- Q1 = Oct '06 thru Dec '06 (data for 3 months)
- Q2 = Oct '06 thru Mar '07 (data for 6 months)

• T06 = 2006 FY Target

- T07 = 2007 FY Target
- TCY = Target Calendar Year

• NR = Not Reported

• N/A = Not Applicable

• CY = Calendar Year

• FY = Fiscal Year



Select Regional Priorities in the NORTHEAST



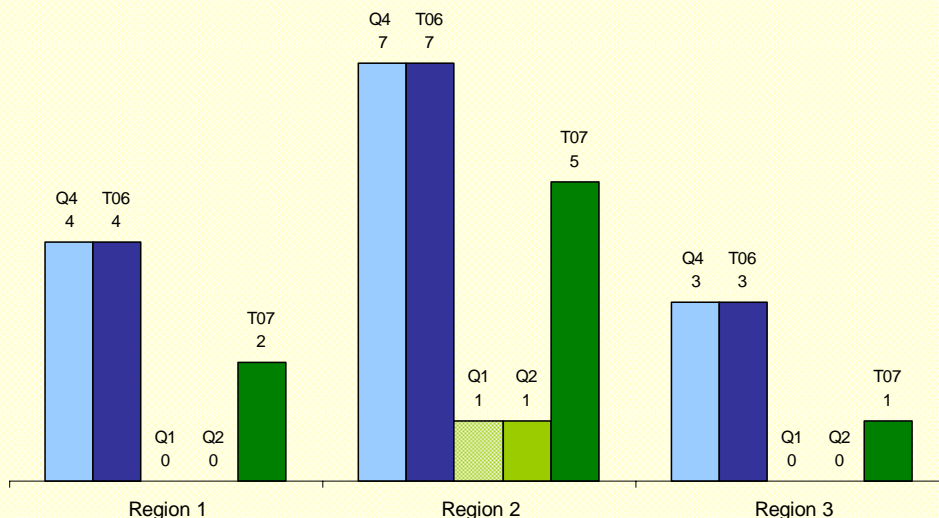
4

EPA cleanup efforts complement state and local activities to restore contaminated properties to environmental and economic vitality. Construction completions typically occur later in the FY.

Land Revitalization

[Links to Strategic Plan Objective 3.2](#)

of Superfund Sites Completed by EPA Region



Data Source: CERCLIS

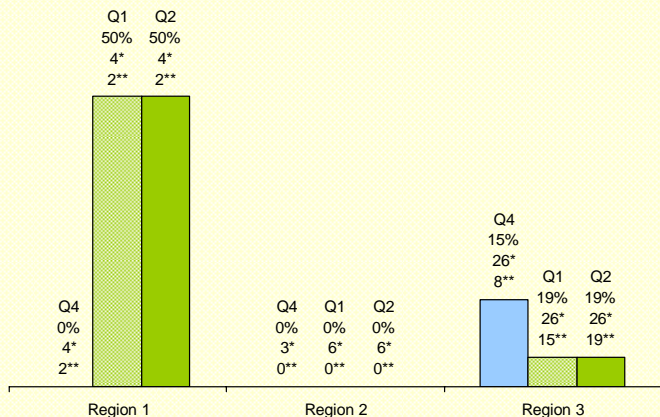
5

Redesignations generally show improvement in air quality. Region 3 redesignated 4 areas during FY06.

Air Quality: Ozone

[Links to Strategic Plan Objective 1.1](#)

% of Eligible Areas Redesignated



* - total # of eligible areas

** - total # of areas submitted by state(s) for redesignation

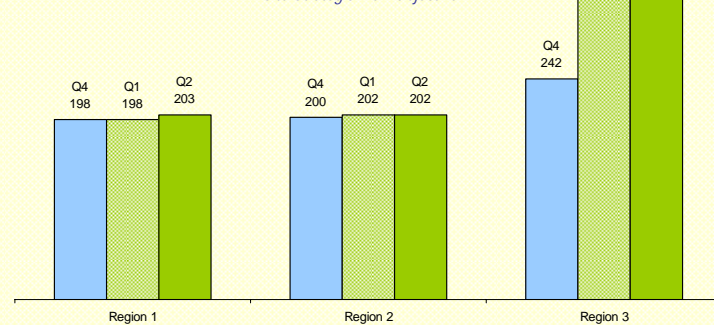
Data Source: Regional Tracking

6

Advanced treatment and/or technology limits, addressed through the National Pollutant Discharge Elimination System (NPDES), will help reduce nutrients like nitrogen, a major cause of water impairment in the Northeast.

of NPDES Permits with Advanced Treatment and/or Technology Limits for Nutrients

[Links to Strategic Plan Objective 2.2](#)



Data represent cumulative totals from inception in program.

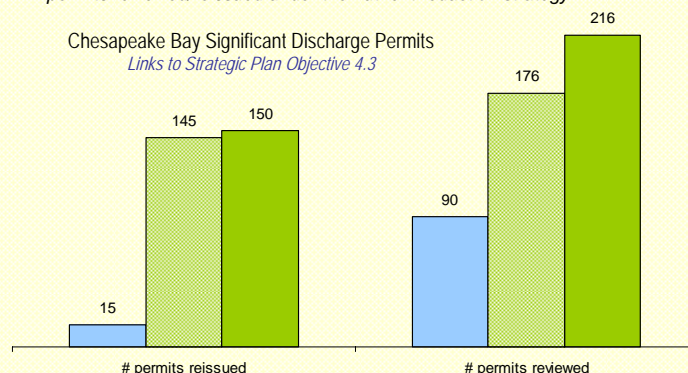
Data Source: PCS

7

The Chesapeake Bay is a key geographic priority for Regions 2 and 3. Though non-point sources are a major threat to the Bay, permitting significant nutrient dischargers helps restore and maintain water quality. Significant progress in permits reviewed/reissued under the nutrient reduction strategy.

Chesapeake Bay Significant Discharge Permits

[Links to Strategic Plan Objective 4.3](#)



Data represent cumulative totals from inception in program.

Data Source: R3 WPD/CBPO



Select Regional Priorities in the GREAT SOUTH

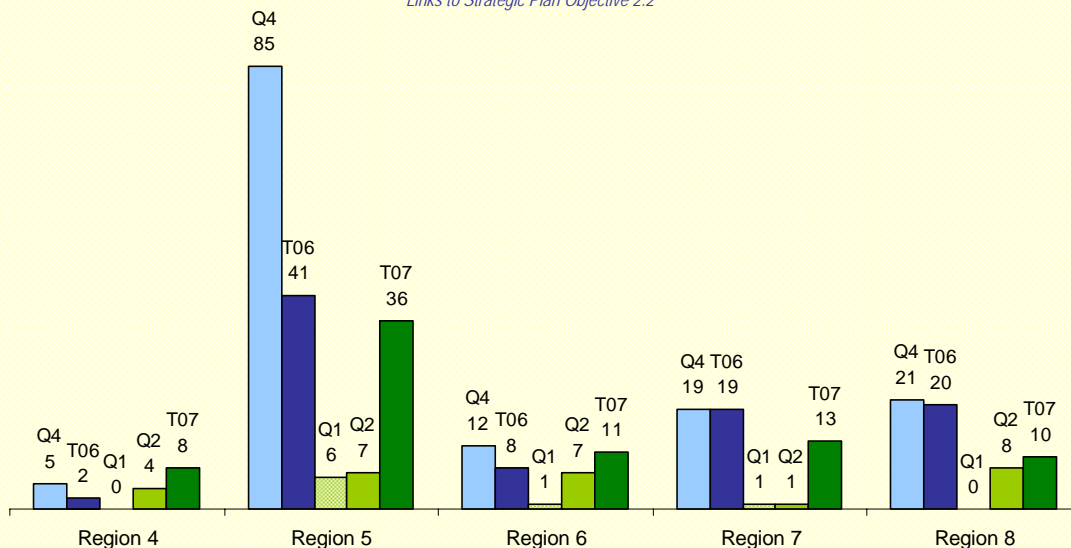


Water Quality

8

Setting Total Maximum Daily Loads (TMDLs) is one of the many tools used before taking further action to reduce nutrient pollution in the Mississippi River and the Gulf of Mexico. Regions 5, 7, and 8, although not a part of the Great South, are reporting for this measure.

Mississippi River Watershed: # of TMDLs Completed in Nutrient Impaired Waters
Links to Strategic Plan Objective 2.2

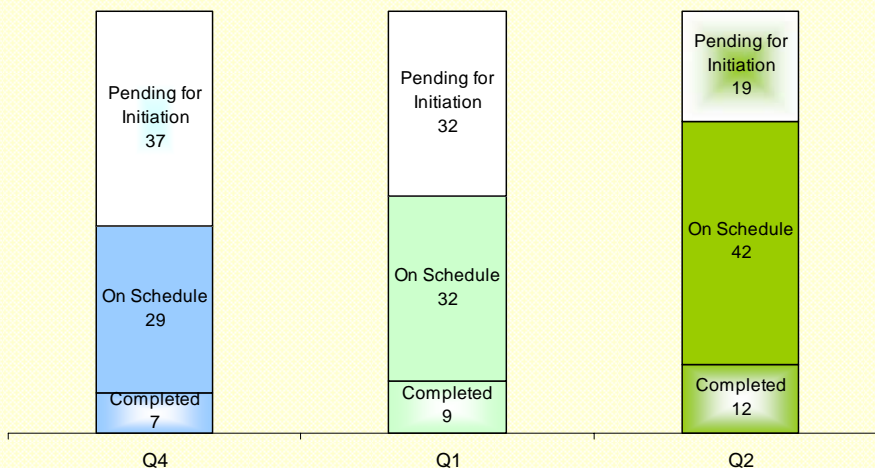


Data Source: Water, Region 6 Internal Data System, NTTS

9

There are 73 actions to be accomplished by 2009 that will increase understanding of environmental risks, build institutional capacity, and improve regional coordination. Through March 2007, 74% of actions have either been completed (16%) or are on schedule (58%).

Gulf of Mexico Near-Term Actions
Links to Strategic Plan Objective 4.3



Data Source: GMPO

Air Quality

Links to Strategic Plan Objective 1.1

10

Timely development and approval of State Implementation Plans (SIPs) will lead to earlier action to address ozone. The Economic Development Zone (EDZ) SIP Final rule was published in April; one month ahead of schedule.

of Months Ahead (Behind) Schedule on Selected Clean Air SIPs

| | | Q4 | Q1 | Q2 | Accomplishment(s)/Upcoming Milestones |
|----------|------------------------|--------------------|--------------------|--------------------|---|
| Region 4 | Memphis Interstate SIP | 0 (on schedule) | 0 (on schedule) | 1 | April 12, 2007: The R6 Economic Development Zone (EDZ) SIP Final rule was published. |
| | Houston SIP | 0 (on schedule) | 0 (on schedule) | 0 (on schedule) | June 15, 2007: State adopts and submits final 8-hour Ozone SIP revisions to EPA |
| Region 6 | Dallas Fort Worth SIP | 0 (on schedule) | 0 (on schedule) | 0 (on schedule) | No upcoming milestones identified. |
| | | | | | |

Data Source: TCEQ SIP Schedule



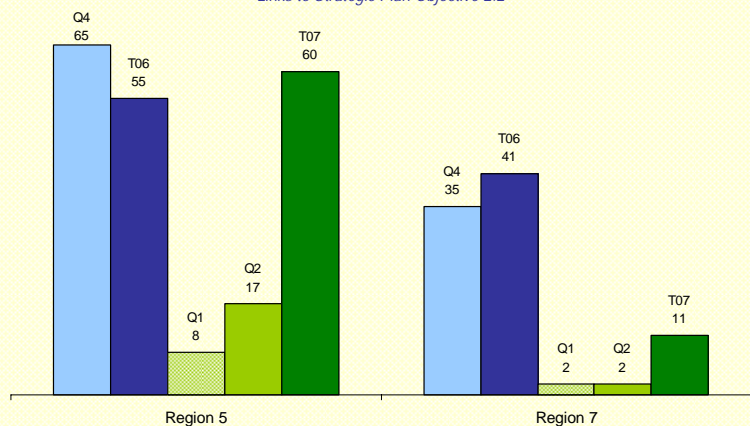
Select Regional Priorities in the MIDWEST



Water Quality

- 11** Nutrients are a major environmental threat to the Mississippi watershed. Permitting is the Agency's most direct way to address major dischargers.

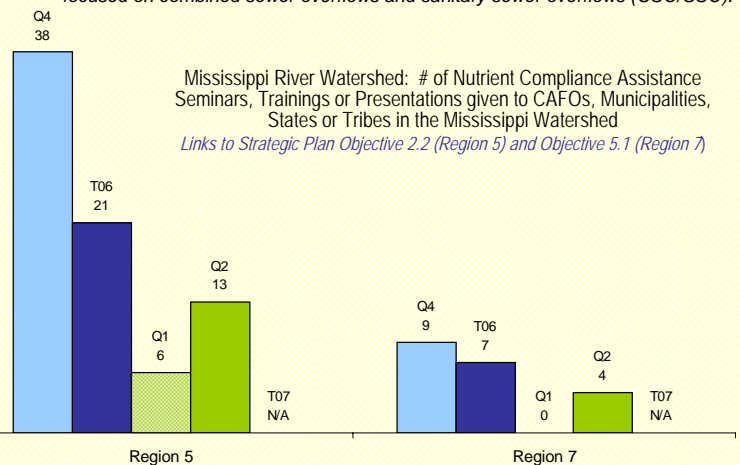
Mississippi River Watershed: # of NPDES Permits issued for Major Municipal and Industrial Facilities with Nutrient Limits or Monitoring Requirements
Links to Strategic Plan Objective 2.2



Data Source: PCS/ICIS

- 12** Compliance assistance supports and complements permitting efforts aimed at reducing nutrient levels. During Q2, Region 5 targeted outreach to Concentrated Animal Feeding Operations (CAFO) producer and agricultural groups while Region 7 focused on combined sewer overflows and sanitary sewer overflows (CSO/SSO).

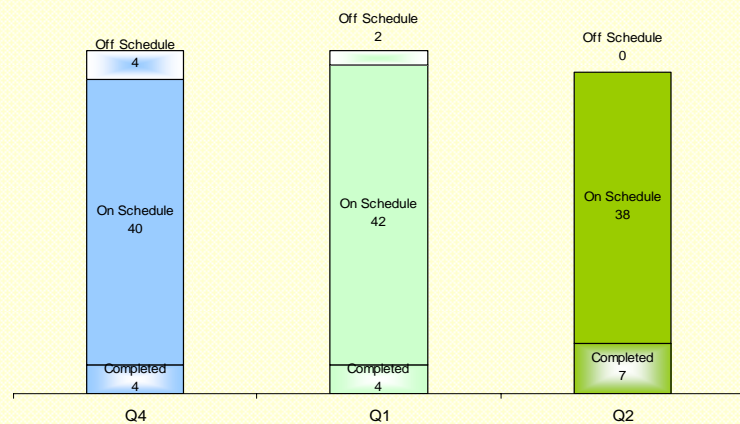
Mississippi River Watershed: # of Nutrient Compliance Assistance Seminars, Trainings or Presentations given to CAFOs, Municipalities, States or Tribes in the Mississippi Watershed
Links to Strategic Plan Objective 2.2 (Region 5) and Objective 5.1 (Region 7)



Data Source: PCS/ICIS

- 13** Working collaboratively with other federal, state and local partners, the Great Lakes Initiative is on schedule. Three action items have been moved from short-term to long-term actions during Q2.

Great Lakes Near-Term Actions
Links to Strategic Plan Objective 4.3



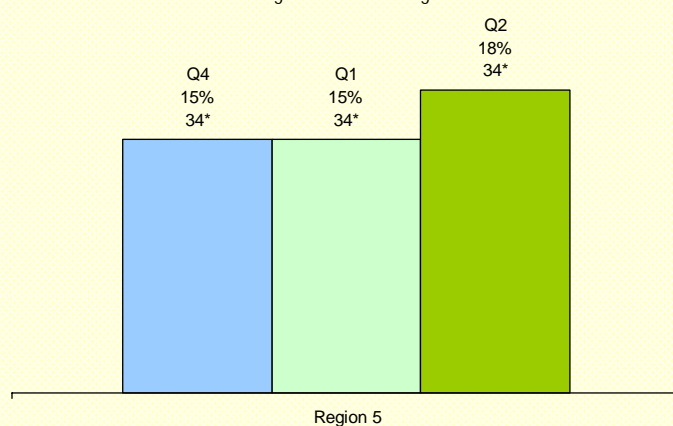
Data Source: GLNPO

Air Quality: Ozone

Links to Strategic Plan Objective 1.1

- 14** Redesignations generally show improvement in air quality. Areas in Region 5 that are monitoring attainment continue to be redesignated. Cumulatively, Region 5 has redesignated six areas since FY 2006 thru Q2 FY 2007.

% of Eligible Areas Redesignated



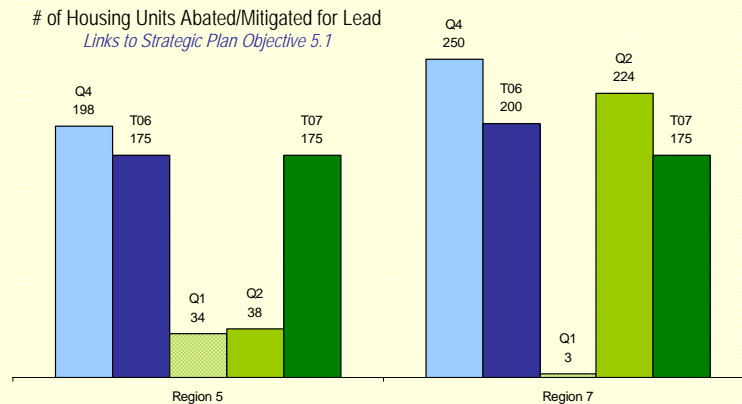
* - total # of eligible areas

Data Source: Regional Tracking, FREDs

Lead Poisoning

- 15** Removing or otherwise controlling lead in housing addresses one of the primary remaining sources of lead poisoning. Region 5 achieved continued progress via enforcement action settlements. Region 7 reported significant progress during Q2 from Supplemental Environmental Projects that include abatement.

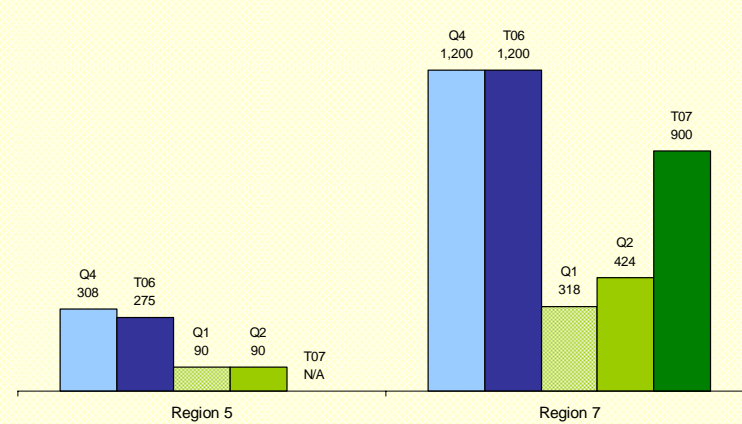
of Housing Units Abated/Mitigated for Lead
Links to Strategic Plan Objective 5.1



Data Source: ICIS, Manual Tabulation

- 16** In some communities the soil around homes poses a risk of causing lead poisoning. No lead cleanups were performed in Region 5 during the winter.

of Lead-Contaminated Residential Properties Restored
Links to Strategic Plan Objective 3.2



Data Source: Regional Superfund Records



Select Regional Priorities in the GREAT AMERICAN WEST

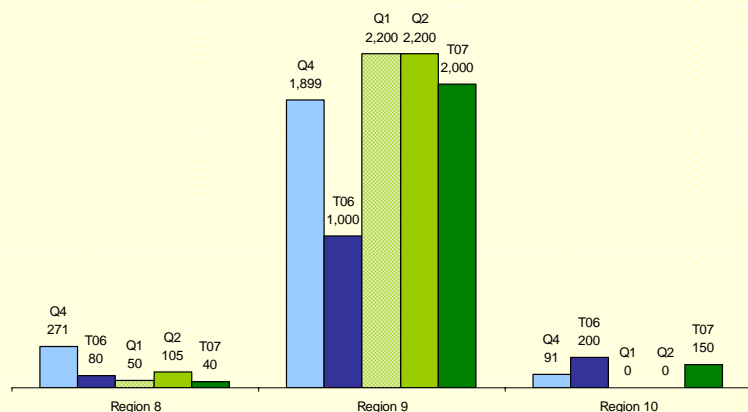


Agriculture

Links to Strategic Plan Objective 5.1

- 17 Compliance assistance supports and complements permitting efforts aimed at reducing nutrient levels from CAFOs. Regions 8 and 9 have already surpassed their 2007 performance targets.

of CAFO Entities Reached Through Compliance Assistance

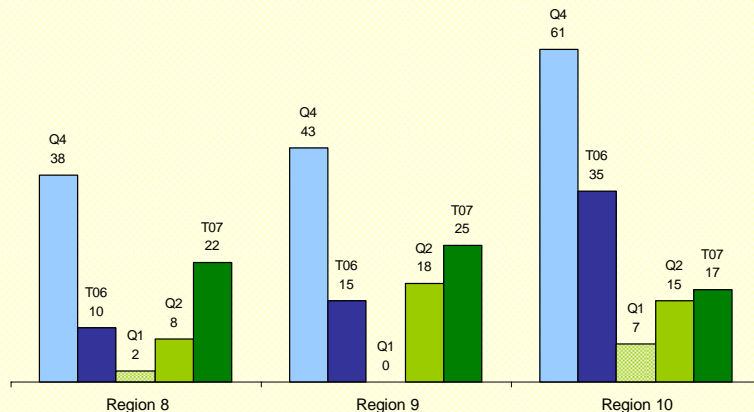


Region 10's target was developed with an expectation that the final CAFO rule would be issued in 2007. In spite of the delay in the final rule, Region 10 anticipates meeting the year end target.

Data Source: ICIS, DOAPP

- 18 Inspections remain an important tool to address poorly managed livestock operations that can pollute rivers, lakes, estuaries and groundwater. Consistent progress made during Q2.

of CAFO Inspections



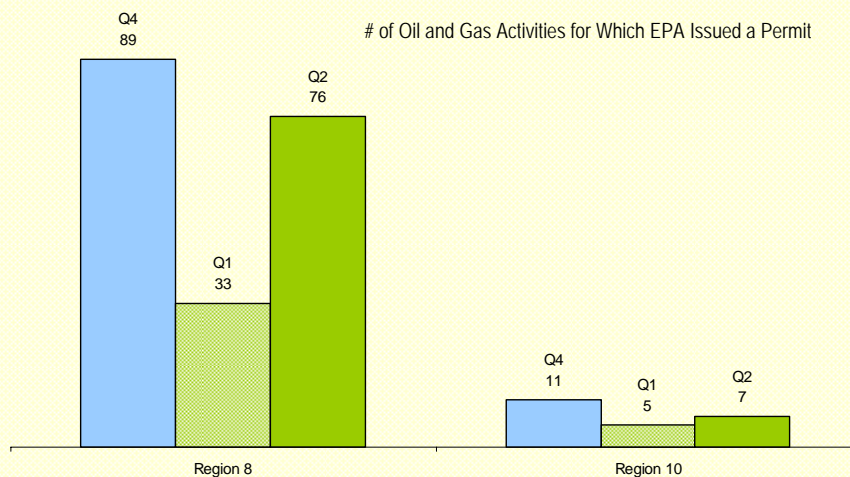
Data Source: ICIS

Energy

Links to Strategic Plan Objective 1.1, 2.2

- 19 Timely permitting of environmentally sound energy activities contributes to the nation's energy security.

of Oil and Gas Activities for Which EPA Issued a Permit



Data Source: Staff records and Region 8 programs

Mining

Links to Strategic Plan Objective 2.2, 3.2, 5.2

- 20 Abandoned and poorly managed mining sites may threaten rivers, lakes, estuaries and groundwater. In the Great American West, EPA regions are reclaiming land and protecting the environment through removal actions, performing National Environmental Policy Act (NEPA) reviews and issuing NPDES permits to meet this challenge.

of Acres Addressed (or Cleaned up) by Superfund Remedial, Removal and Non-Regulatory Programs

| | Region 8 | | | Region 9 | | | Region 10 | | |
|--|----------|----|----|----------|----|----|-----------|----|----|
| | Q4 | Q1 | Q2 | Q4 | Q1 | Q2 | Q4 | Q1 | Q2 |
| # of Acres Addressed (or cleaned up) by Superfund Remedial, Removal, and Non-Regulatory Programs | 64 | 40 | 40 | 561 | 13 | 23 | 65 | 71 | 71 |
| # of Final Mining NEPA Reviews * | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 3 |

* Number indicates NEPA documents received from other federal agencies for EPA review/comment

Data Source: PCS and ICIS NPDES, SDWIS, Staff Reports, Region 8 NEPA Program, CERCLIS, GPRA Forms

Select Regional Priorities in the TRIBES AND US-MEXICO BORDER



Tribes: Air Quality

Links to Strategic Plan Objective 1.1

- 21 Improving the Title V Air Permit program offers great promise to addressing air quality on Tribal lands.

of Title V Air Permits

| | | Region 2 | Region 5 | Region 6 | Region 8 | Region 9 | Region 10 |
|----------------------|---------|----------|----------|----------|----------|----------|-----------|
| # of Initial Permits | Issued | 2 | 3 | 5 | 43 | 19 | 7 |
| | Pending | 0 | 3 | 0 | 21 | 7 | 5 |
| # of Renewal Permits | Issued | 1 | 0 | 0 | 5 | 5 | 0 |
| | Pending | 0 | 0 | 0 | 22 | 1 | 2 |
| Total Permits | Issued | 3 | 3 | 5 | 48 | 24 | 7 |
| | Pending | 0 | 3 | 0 | 43 | 8 | 7 |

No Federally Recognized Tribes in Region 3.

Data Source: Region 5, FREDS, Regional Tracking, Internal Reports, Part 71 Program Implementation Tracking System

Tribes: Land Preservation

- 22 EPA regions support Tribal solid waste management programs. Regions are working with Tribal partners to address risks associated with open dumps.

of Open Dumps Closed, Cleaned Up, or Upgraded in Indian Country

Links to Strategic Plan Objective 3.1, 3.2, 5.3

| | Region 1 | Region 2 | Region 4 | Region 5 | Region 6 | Region 7 | Region 8 | Region 9 | Region 10 |
|-----|----------|----------|----------|----------|----------|----------|----------|----------|-----------|
| Q4 | 0 | 0 | 0 | 2 | 20 | 0 | 20 | 79 | 5 |
| T06 | 0 | 0 | N/A | 2 | N/A | 0 | 20 | N/A | 2 |
| Q1 | 0 | 0 | 0 | 0 | 2 | 0 | 0 | 5 | 0 |
| Q2 | 0 | 0 | 0 | 3 | 12 | 0 | 0 | 14 | 2 |
| T07 | 0 | 0 | 0 | 2 | 3 | 0 | 2 | 20 | 2 |

Indian Health Service is assessing the sites on reservations and universe is not known. No Federally Recognized Tribes in Region 3.

Data Source: IHS Database, Manual Report, Grantee Progress Reports,

- 23 Region 10 is supporting Alaskan recycling and safe solid waste disposal practices to address health and environmental risks. Through March '07, nearly 4 times as many pounds of recyclables have been diverted from village dumps as compared to all of FY06!

Alaska Village Solid Waste

Links to Strategic Plan Objective 3.1, 5.3

| | Q4 | Q1 | Q2 |
|---|--------|--------|--------|
| Lbs. Of Recyclables Diverted from Village Dumps | 25,240 | 9,356 | 94,336 |
| Lbs. Of Trash Collected for Proper Disposal | 95,680 | 24,990 | 27,350 |

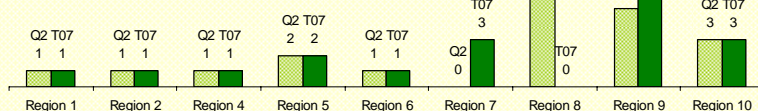
Data Source: RurAL CAP Grants, IGAP Proposals Master Log

Tribes: Water Quality

- 24 Addressing drinking water issues offers great promise for improving health on Tribal lands.

of Water System Sanitary Surveys Within the Past 3 Years (5 Years for Outstanding Performers)

Links to Strategic Plan Objective 2.1



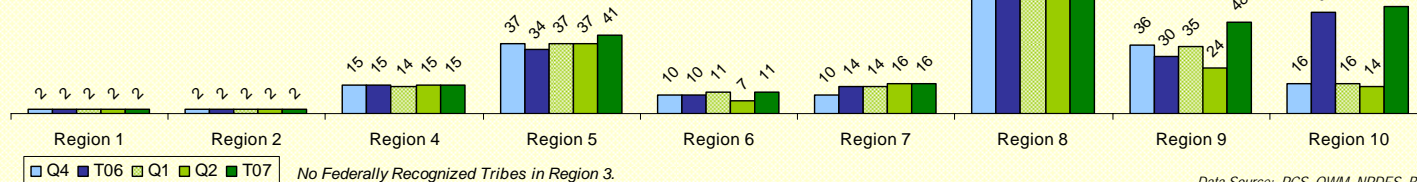
No Federally Recognized Tribes in Region 3.

Data Source: SDWIS, Regional Tracking, Region 6 and Region 10 Databases

- 25 Current NPDES permits improve and maintain water quality. Most regions have nearly met, met, or exceeded 2007 targets.

of NPDES Permits Issued and Current

Links to Strategic Plan Objective 2.2



No Federally Recognized Tribes in Region 3.

Data Source: PCS, OWM, NPDES, Biosolids Staff, ICIS

- 26 EPA and Tribes are working to reduce human health exposures from Leaking Underground Storage Tanks (LUST).

of LUST Clean-Ups for Sites Exceeding Risk-Based Standards for Human Exposure

Links to Strategic Plan Objective 3.2

| Q4 | Q1 | Q2 | T07 |
|----|-----|----|-----|
| 43 | N/A | 16 | 30 |

Data Source: Regional Reports

US-Mexico Border: Land Revitalization

Links to Strategic Plan Objective 4.2

- 27 Removing scrap tires reduces mosquito-borne diseases and fire risk. Recent tornados have overwhelmed City of Eagle Pass and delayed progress/reporting. Matamorosa is in the planning phase and recruiting partners.

US-Mexico Border – Tires Removed from Piles

| | Q4 | T06 | Q1 | Q2 | T07 |
|---------------|-----------|---------|---------|---------|---------|
| Ciudad Juarez | 1,130,970 | 525,000 | 186,550 | 319,000 | 700,000 |
| Sonora | N/A | N/A | 0 | 20,000 | 80,000 |
| Matamorosa | N/A | N/A | N/A | N/A | N/A |
| Eagle Pass | 18,300 | 7,500 | 46,134 | 46,134 | 100,000 |

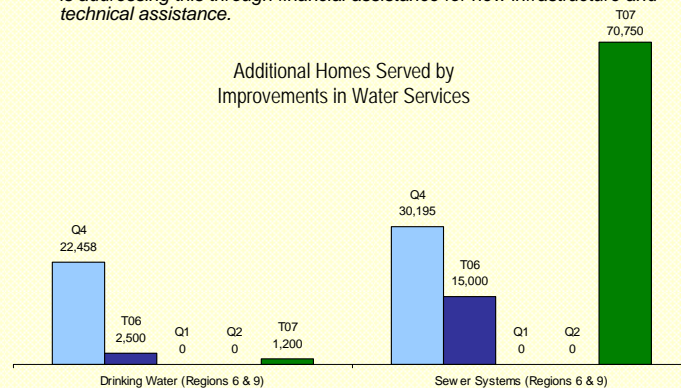
Data Source: BECC, SEMERNAT, EPA Grantees

US-Mexico Border: Water Quality

Links to Strategic Plan Objective 4.2

- 28 The Agency's goal is to provide protection of people in the U.S. Mexico border area from health risks by increasing the number of homes connected to potable water supply and wastewater collection and treatment systems. EPA is addressing this through financial assistance for new infrastructure and technical assistance.

Additional Homes Served by Improvements in Water Services



Drinking Water (Regions 6 & 9)

Sewer Systems (Regions 6 & 9)

Data Source: NADB Reporting



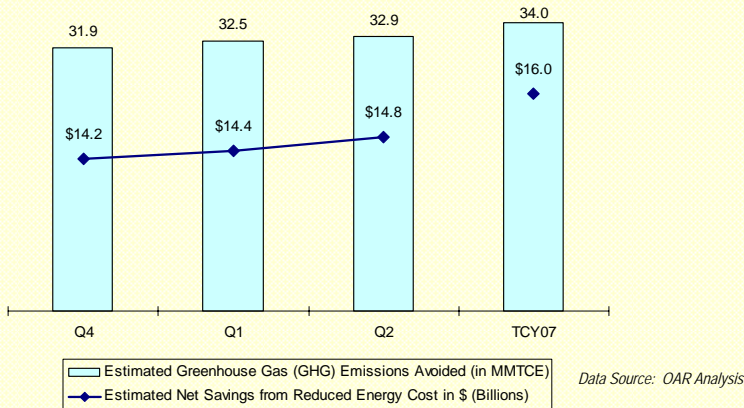
Select National Priorities

Climate Change and Energy

- 29 ENERGY STAR helps individuals and organizations reduce energy use, save money, and prevent greenhouse gas emissions.

ENERGY STAR: Greenhouse Gas Emissions Avoided and Cost Savings (Billions)

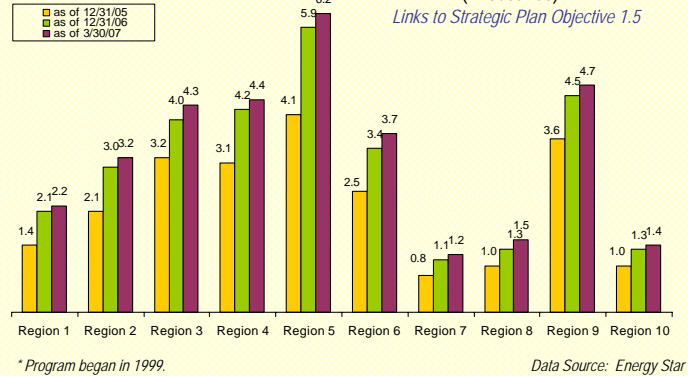
[Links to Strategic Plan Objective 1.5](#)



- 30 Benchmarking building energy use allows building owners and operators to monitor energy use and target efficiency improvements. Consistent progress is being made across all regions. Note that Regions differ in their prioritization and, therefore, accomplishments related to this specific voluntary program.

ENERGY STAR: Buildings Benchmarked (Thousands)*

[Links to Strategic Plan Objective 1.5](#)



- 31 EPA is the lead agency for three important studies being conducted under the government-wide Climate Change Science Program.

of Months Ahead (Behind) on Select Climate Change Activities

[Links to Strategic Plan Objective 4.4](#)

| | Coastal Elevation and Sensitivity to Sea Level Rise 0 (on schedule) | Preliminary Review of Adaptation Options for Ecosystems and Resources 0 (on schedule) | Effect on Human Health and Welfare Human Systems 0 (on schedule) |
|---------------------|--|--|--|
| Upcoming Milestones | April 30: Complete stakeholder review June 29: Complete expert review completed | August 31: EPA completes response to FACA Review Panel and to public comments and prepares second draft; draft submitted to FACA Review Committee and made publicly available along with the documentation of the disposition of comments | August 31: EPA completes response to FACA Review Panel and to public comments and prepares second draft; draft submitted to FACA Review Committee and made publicly available along with the documentation of the disposition of comments |

Data Source: Global Change Research Program

- 32 Alaskan people and habitat will likely be more sensitive to changes due to a warming climate than other parts of the U.S.

of Collaborative Alaska Climate Change Events/Projects

[Links to Strategic Plan Objective 1.6](#)

| | Total # of Events/Projects | Events/Projects Completed | # of Events/Projects Underway |
|-----------------|---|---------------------------|-------------------------------|
| | 9 | 5 | 4 |
| Accomplishments | Alaska Forum on Environment (61 speakers; over 1200 attendees); Alaska Business forum Prelim GHG inventory R10 Stewardship Phase II Initiative | | |

Data Source: R10 Climate Change Team

- 33 Methane to Markets is an international public-private partnership to advance the recovery and use of methane as a clean energy source.

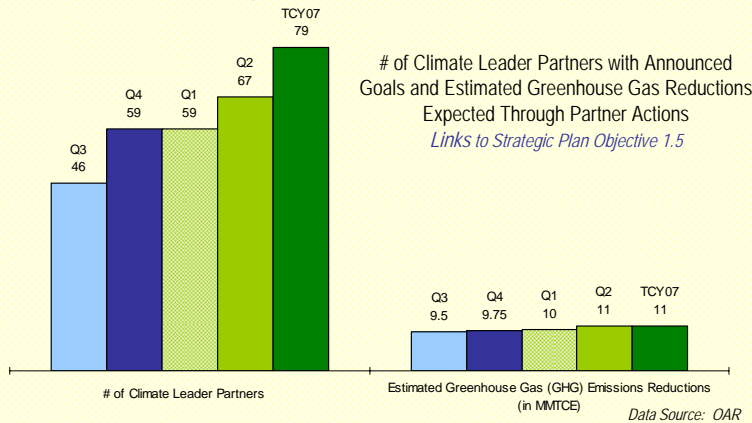
Key Methane to Markets Quarterly Milestones Met

[Links to Strategic Plan Objective 1.5](#)

| # of Milestones (for CY07) | # of Milestones Met or Exceeded |
|----------------------------|---------------------------------|
| 26 | 8 |

Data Source: ASG Schedule of Key Milestones

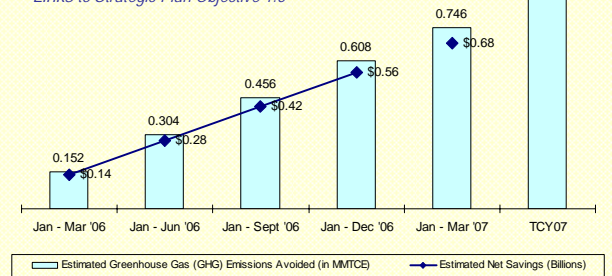
- 34 The Climate Leaders program is a corporate partnership program through which leading corporations develop and implement comprehensive, long-term climate reduction strategies.



- 35 SmartWay's estimated cost savings and avoided GHG emissions increased fourfold in 2006. Estimated Jan-March 2007 emission reductions and avoided cost savings slightly lower than same period last year.

SmartWay: Greenhouse Gas Emissions Avoided and Cost Savings (Billions)

[Links to Strategic Plan Objective 1.5](#)



- 36 Old diesel engines are a major source of soot and these projects are an extremely cost-effective way to improve air quality. Results are reported jointly for Blue Skyways (Regions 6 & 7) and West Coast Collaborative (Regions 9 & 10).

Air Quality

[Links to Strategic Plan Objective 1.1](#)

Projects and Retrofits: Diesel Projects in Select Regions

| | Region 1 | Region 2 | Region 3 | Region 4 | Region 5 | Regions 6,7 | Region 8 | Regions 9,10 | TOTAL |
|----------------------------------|----------|----------|----------|----------|----------|-------------|----------|--------------|-------|
| # of Emission Reduction Projects | Q1 | 11 | 3 | 9 | 63 | 19 | 13 | 0 | 146 |
| | Q2 | 40 | 7 | 32 | 71 | 34 | 26 | 0 | 261 |
| | T07 | N/A | N/A | N/A | 10 | N/A | 25 | 6 | N/A |
| | | | | | | | | | |
| # of Diesel Engines Retrofitted | Q1 | 8,877 | 107 | 0 | 362 | 301 | 354 | 0 | 4,324 |
| | Q2 | 9,139 | 1,138 | 220 | 362 | 1,176 | 2,116 | 0 | 4,820 |
| | T07 | N/A | N/A | N/A | 0 | N/A | 500 | N/A | N/A |
| | | | | | | | | | |

Data Source: PCS/ICIS, NCDD, Grantee progress reports

Unless otherwise specified:

• Data is cumulative thru current quarter

• Target represents end of fiscal year (Sept '07)

• Q4 = Oct '05 thru Sept '06 (data for 12 months)

• Q1 = Oct '06 thru Dec '06 (data for 3 months)

• Q2 = Oct '06 thru Mar '07 (data for 6 months)

• T06 = 2006 FY Target

• T07 = 2007 FY Target

• TCY = Target Calendar Year

• NR = Not Reported

• N/A = Not Applicable

• CY = Calendar Year

• FY = Fiscal Year



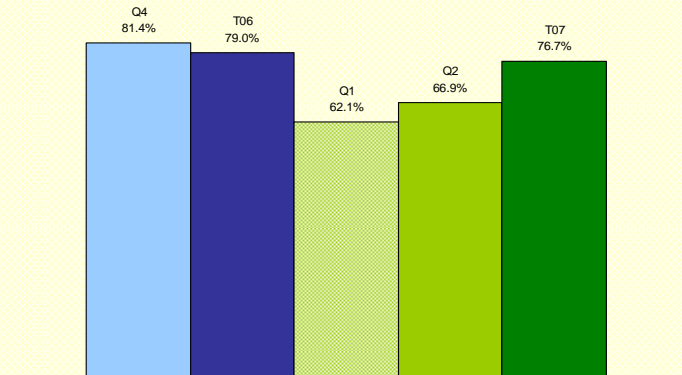
Select National Priorities (continued)

Water Quality

Links to Strategic Plan Objective 2.2

37 EPA approval of revised standards sets updated goals for water quality protection programs.

% of State/Territorial Water Quality Standards Approved by EPA

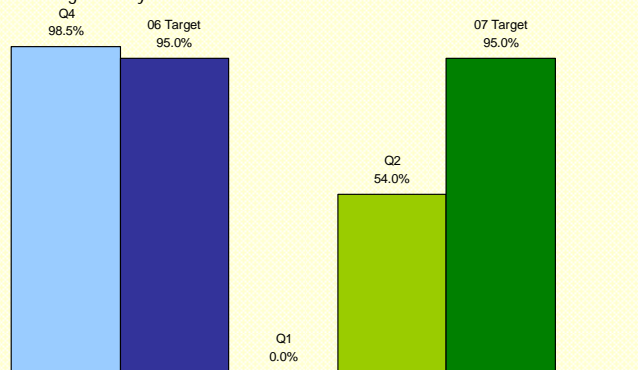


FY07 measure has been changed. Results across fiscal years are not comparable.

Data Source: WATA

38 National Pollutant Discharge Elimination System (NPDES) permits is one of the most direct tools EPA has to address water quality issues. Priority permits is an annual measure, by definition it begins each year at 0% and as permits are finalized, it moves towards the target goal of 95%.

% of High Priority NPDES Permits Scheduled to be Issued in FY that are Current



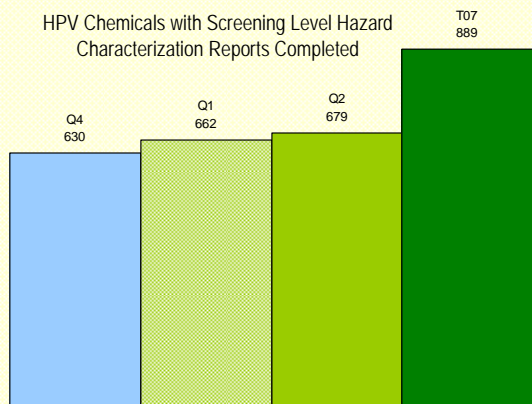
Data Source: PCS, and Internal Sources

Chemicals

Links to Strategic Plan Objective 4.1

39 EPA is ahead of schedule in developing screening-level hazard characterization reports which screen High Production Volume (HPV) chemicals and helps to identify potential hazards. These hazard characterization reports include both U.S. sponsored chemicals and International chemicals sponsored by OECD. Hazard characterization reports have been created for 10 more chemicals than expected in Q2.

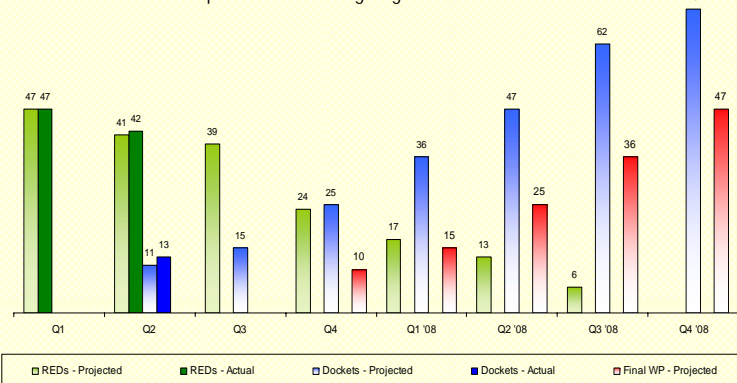
HPV Chemicals with Screening Level Hazard Characterization Reports Completed



Data Source: HPV Program Screening Phase Tracking Files

43 Pesticide program is on target for phasing out old review process (complete remaining non-food use Reregistration Eligibility Decisions (REDs) by end of FY08). New program implementation on schedule with first "dockets" opened in Q2 and work plans (WPs) to begin in Q4.

Pipeline for Reviewing Registered Pesticides



Data Source: OPPIN

Land Revitalization

40 EPA cleanup efforts complement state and local activities to restore contaminated properties to environmental and economic vitality.

of Assessments/Constructions Completed

Links to Strategic Plan Objective 3.2, 4.2

| | Q4 | T06 | Q1 | Q2 | T07 |
|------------------------------------|-------|-------|-----|-------|-------|
| Brownfields Properties Assessed | 1,566 | 1,000 | N/A | 140 * | 1,000 |
| Superfund (non-Federal) | 32 | 35 | 3 | 3 | 19 |
| Superfund NPL (Federal Facilities) | 8 | 5 | 1 | 1 | 5 |

* incomplete data provided for Q2

Data Source: CERCLIS, ACRES

41 Restoring contaminated properties reduces potential exposures to hazardous wastes.

Human Exposures Controlled at High Priority Sites

Links to Strategic Plan Objective 3.2

| | Q4 | T06 | Q1 | Q2 | T07 |
|---|-----|-----|----|----|-----|
| Number of high priority RCRA facilities with human exposures under control | 121 | 113 | 2 | 19 | 76 |
| Number of Superfund, including Federal facilities, hazardous waste sites with human exposures under control | 34 | 10 | 5 | 1 | 10 |

"Under control" indicates that EPA or state officials have determined that there are no unacceptable human exposures to contamination (present above appropriate risk-based levels) that can be reasonably expected under current land- and water-use conditions.

Data Source: CERCLIS, RCRAInfo

Enforcement and Compliance Assistance

Links to Strategic Plan Objective 5.1

42 Vigorously enforcing environmental laws continues to be a critical component of EPA efforts. Compliance assistance continues to be an effective complement to enforcement. FY2007 performance consistent with or exceeding expectations through March.

Enforcement and Compliance Assistance

| | Q4 | T06 | Q1 | Q2 | T07 |
|--|-----|-----|-----|-----|-----|
| Number of Civil Referrals | 286 | N/A | 30 | 76 | N/A |
| Estimated Lbs of Pollution Reduced (Millions) | 890 | 450 | N/A | 92 | 500 |
| \$ Invested in Pollution Control as Result of Enforcement (Billions) | 5.0 | 4.1 | 2.1 | 5.4 | 4.2 |
| % of Compliance Assistance recipients improving practices | 74% | 50% | 76% | 98% | 50% |

Data Source: ICIS

44 The Pesticide Registration Improvement Act (PRIA) provides reduced timeframes for completing registration decisions. Since Q1 FY06 OPPTS has achieved minimum 99.7% on time record (100% in Q2).

PRIA Applications Received, Completed, and Pending at end of Quarter

| | FY06 | FY 07 | |
|--|--------|--------|--------|
| | Q4 | Q1 | Q2 |
| Received | 440 | 445 | 407 |
| Completed (includes withdrawn) | 383 | 431 | 429 |
| % of completed and withdrawn decisions with negotiated due dates | 13% | 16% | 14% |
| % on time (completed on or before PRIA or negotiated due date) | 100.0% | 100.0% | 100.0% |
| Total Pending | 1249 | 1263 | 1241 |

Data Source: OPPIN



Select National Priorities (continued) and Other Activities

Enabling and Support Program in Strategic Plan

Best Available Science

Links to Strategic Plan Objective 4.4

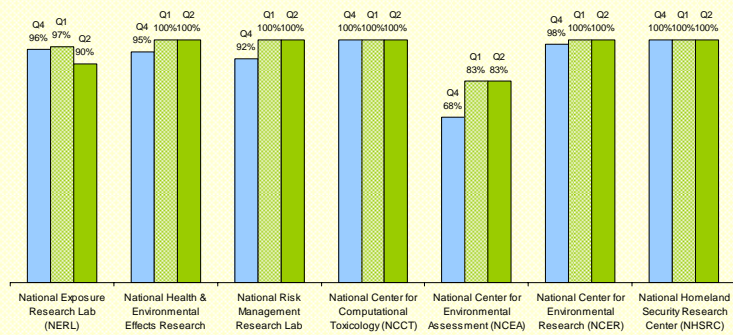
- 45 The schedule for improving our Integrated Risk Information System has slipped slightly. EPA will revise future milestones to complete the updated process.

| # of Months Ahead (Behind) Schedule | | | | | |
|-------------------------------------|----|----|-----|-----|--|
| | Q4 | Q1 | Q2 | T07 | Accomplishment(s)/Upcoming Milestones |
| IRIS - Update of Process | 0 | 0 | (3) | 0 | As of the end of the second quarter FY07, updating the IRIS review process is approximately three months behind schedule. EPA is waiting on comments from OMB on the elements of the proposed process. |

Data Source: ORD

- 46 Research labs are off to a good start in meeting their key management objectives.

% of Key Research Management Objectives On Schedule
EPA Labs and Research Centers



Data Source: ORD's IRMS database

Homeland Security

Links to Strategic Plan Objective 3.2

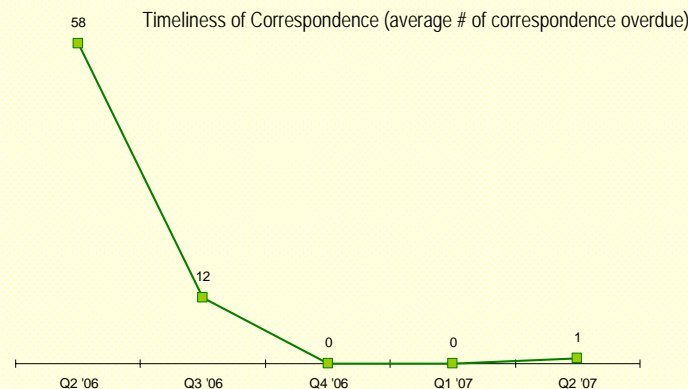
- 47 EPA is actively training staff and conducting exercises to prepare for natural disasters and emergencies.

| | | Region 1 | Region 2 | Region 3 | Region 4 | Region 5 | Region 6 | Region 7 | Region 8 | Region 9 | Region 10 | EPA HQ |
|--------------------|----|----------|----------|----------|----------|----------|----------|----------|----------|----------|-----------|--------|
| People Trained | Q1 | 204 | 83 | 169 | 55 | 38 | 125 | 211 | 92 | 71 | 87 | 258 |
| | Q2 | 241 | 135 | 445 | 175 | 431 | 496 | 369 | 190 | 237 | 158 | 377 |
| Training Exercises | Q1 | 6 | 3 | 9 | 6 | 3 | 5 | 13 | 11 | 6 | 19 | 21 |
| | Q2 | 10 | 9 | 22 | 10 | 21 | 21 | 18 | 20 | 27 | 28 | 40 |

Data Source: Regional Reports

Congressional Interaction

- 48 Constructive interactions with Congress ensure appropriate tools and resources are available for protecting human health and the environment.



Data Source: CMS

Office of Inspector General Audits

EPA improves programs and addresses weaknesses by implementing recommendations arising from investigations by the Office of Inspector General.

Tracking Follow-Up Actions

| | EPA Offices | | | | | | | | | | | EPA Regions | | | | | | | | | | TOTAL Q2 | TOTAL Q1 (ref) |
|---|-------------|-----|-------|------|------|-----|-----|-------|-----|-------|----|-------------|----------|----------|----------|----------|----------|----------|----------|----------|-----------|----------|----------------|
| | OA | OAR | OARM* | OCFO | OECA | OEI | OIA | OPPTS | ORD | OSWER | OW | Region 1 | Region 2 | Region 3 | Region 4 | Region 5 | Region 6 | Region 7 | Region 8 | Region 9 | Region 10 | | |
| # of Audits in which the NPM/Region Did Not Reach Agreements on Corrective Actions in 180 days | 1 | 4 | 56 | 0 | 0 | 1 | 0 | 0 | 0 | 0 | 3 | 0 | 11 | 0 | 3 | 0 | 0 | 0 | 1 | 4 | 0 | 84 | 73 |
| # of Audits in which the NPM/Region Did Not Complete Corrective Actions or Collect All Disallowed Costs in Full within 365 days | 1 | 0 | 6 | 0 | 2 | 0 | 0 | 1 | 0 | 7 | 6 | 0 | 0 | 0 | 0 | 1 | 1 | 0 | 0 | 4 | 9 | 37 | 34 |
| Total # of Active Audits | 3 | 7 | 101 | 7 | 5 | 4 | 0 | 8 | 1 | 16 | 14 | 6 | 26 | 5 | 10 | 5 | 4 | 2 | 11 | 13 | 18 | 266 | 275 |

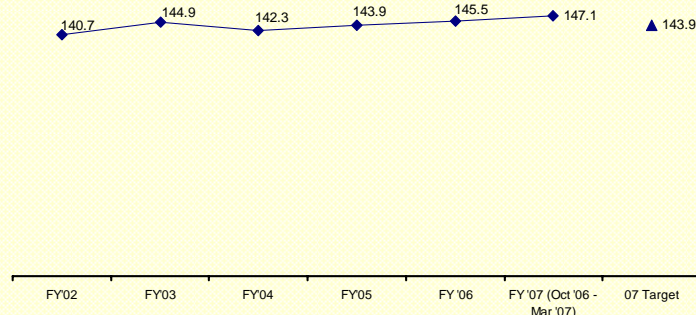
* includes OAM and GAD

Data Source: IGOR, MATS

Regulatory Paperwork Burden

During Q2, there was a 1% increase in burden hours mainly due to adjustments or recalculations of hours from existing collections.

Paperwork Burden (millions of hours)



Data Source: OMB Report of Active ICRs

Office of Inspector General Operations

EPA improves programs and addresses weaknesses by responding to and implementing recommendations arising from reports and investigations by the Office of Inspector General.

| OIG Audit Operations | | | |
|--|---------------|--------------|--------------|
| | Q4 | Q1 | Q2 |
| Questioned Costs | \$87,000,000 | \$7,300,000 | \$37,300,000 |
| Recommended Efficiencies | \$691,800,000 | \$22,300,000 | \$22,300,000 |
| OIG Investigative Operations | | | |
| | Q4 | Q1 | Q2 |
| Fines and recoveries | \$30,800,000 | \$200,000 | \$710,000 |
| Convictions | 42 | 6 | 8 |
| Civil Judgments/Settlements/Filings | 8 | 1 | 1 |
| Administrative actions against EPA employees/firms | 56 | 17 | 32 |

Data Source: IGOR, PMRS

Electronic Data

Taking advantage of the information age offers great opportunity for cost-savings and increased transparency. Nearly all states now participating in Exchange Network.

| Exchange Network | | | |
|---|---------|---------|----|
| | Q4 | Q1 | Q2 |
| # of States Flowing Data | 45 | 47 | 48 |
| # of Tribes Flowing Data | 2 | 2 | 2 |
| Central Data Exchange (77,607 Registered Users) | | | |
| | Q1 | Q2 | |
| Transactions Inbound (5%) | 17,849 | 18,042 | |
| Transactions Outbound** (95%) | 365,673 | 324,190 | |
| CDX Total | 383,522 | 342,232 | |

** Outbound Data figure includes email notifications sent via EnviroFlash Air Quality Index and UV Notification System.

Data Source: exchangenetwork.net and CDX Archives 1 and 5, Node Archive

Unless otherwise specified:

- Data is cumulative thru current quarter
- Q4 = Oct '05 thru Sept '06 (data for 12 months)
- Q1 = Oct '06 thru Dec '06 (data for 3 months)
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Administrative Services

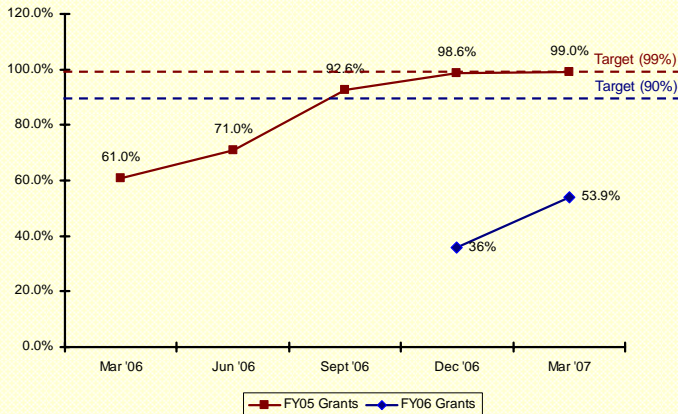
Enabling and Support Program in Strategic Plan

53

Grants Management

The Agency continued to make strides in promptly closing out grants.

% of Eligible Grants Closed Out (Headquarters Administered Projects)



Data Source: Grants System

54

Nearly all regional grants ending in FY05 have been closed out. Closeouts of grants ending in FY06 ranges from 57% to 89% at end of Q2.

% of Eligible Grants Closed Out

| Grants Ended in: | Region 1 | Region 2 | Region 3 | Region 4 | Region 5 | Region 6 | Region 7 | Region 8 | Region 9 | Region 10 | EPA HQ |
|------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-----------|--------|
| FY05 | 100.0 | 93.2 | 99.9 | 99.9 | 98.0 | 99.7 | 100.0 | 99.0 | 99.6 | 99.9 | 99.0 |
| FY06 | 85.4 | 63.1 | 80.3 | 88.3 | 56.6 | 75.7 | 88.7 | 60.7 | 72.5 | 88.9 | 53.9 |

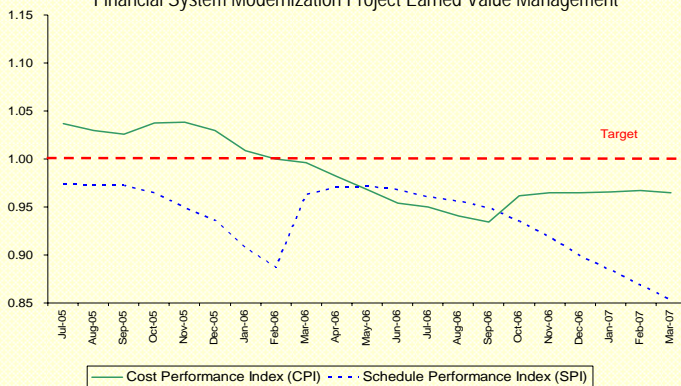
Data Source: Grants System

Financial System Modernization Project (FSMP)

57

The Q2 FY 2007 FSMP Earned Value information shows the Schedule Performance Index (SPI) continuing to decline. The SPI decline is due to the delay in the FSMP project development work resulting from the bid protest. A re-baselining request has been submitted to OMB.

Financial System Modernization Project Earned Value Management



Values greater than 1.00 indicate actual cost is less than budgeted cost (CPI) or that the project is ahead of schedule (SPI). Values less than one indicate actual cost exceeds budgeted cost (CPI) or that the project is behind schedule (SPI).

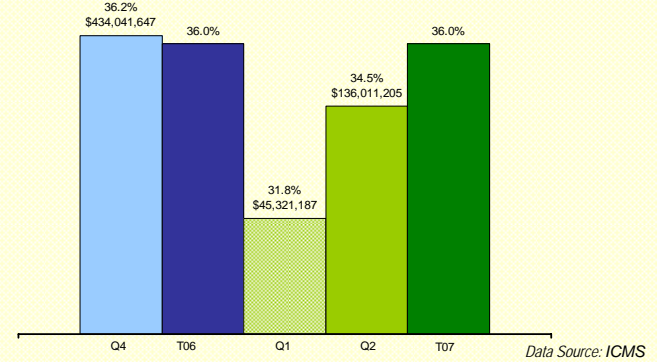
Data Source: OCFO

Small Businesses

55

EPA is committed, and on track, to meet its contracting goals related to the small business community.

Total Dollars and Percent of Contract Dollars Awarded to Small Businesses

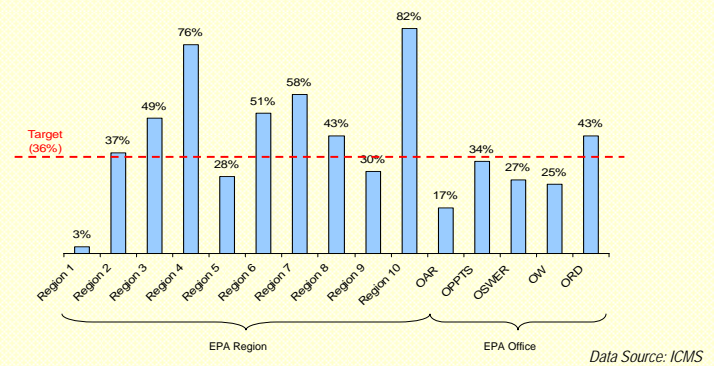


Data Source: ICMS

56

Seven regions and one program met or exceeded 36% target of contracting dollars award to small business in Q2.

% of Contract Dollars Awarded to Small Businesses



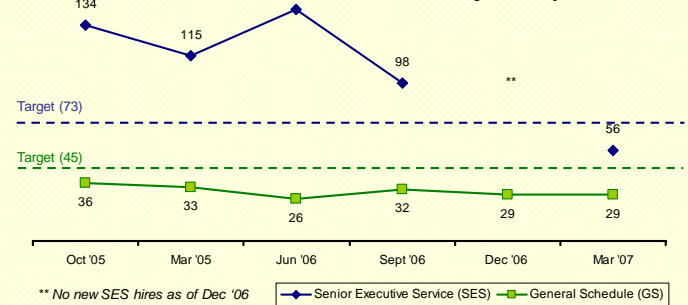
Data Source: ICMS

Workforce Recruitment

58

Recruiting a talented staff is critical for maintaining the credibility and performance of the Agency. 'Average Days for GS hires' (covering 158 vacancies) and 'Average Days for SES hires' (covering 3 vacancies) exceeded benchmarks during Q2.

Average # of Days for Job Offer



** No new SES hires as of Dec '06

Data Source: HR System, HR Records

59

Maintaining a diverse workforce helps the Agency achieve its mission.

Diversity of Workforce (as of Dec '06)

| Number of Employees | | | | | | | | | | | | | | | | | |
|-------------------------------|--------|---------------------------|---------------------|--------|--------|----------|--------|-------|--------|--|--------|--------------------------------|--------|-------------------|--------|-----------------------|-------|
| | | White | | Black | | Hispanic | | Asian | | Native Hawaiian/Other Pacific Islander | | American Indian/Alaskan Native | | Two or More Races | | Targeted Disabilities | |
| | | Male | Female | Male | Female | Male | Female | Male | Female | Male | Female | Male | Female | Male | Female | | |
| US EPA | | TOTAL | Number of Employees | | | | | | | | | | | | | | |
| | Dec-06 | 16,915 | 6,483 | 5,256 | 742 | 2,414 | 397 | 470 | 501 | 510 | 1 | 3 | 58 | 76 | 1 | 2 | 18 |
| | Sep-05 | 17,665 | 6,826 | 5,420 | 774 | 2,578 | 422 | 482 | 512 | 509 | 0 | 0 | 65 | 77 | 0 | 0 | 19 |
| | | Percent of Employees | | | | | | | | | | | | | | | |
| | Dec-06 | 16,915 | 38.33% | 31.07% | 4.39% | 14.27% | 2.35% | 2.78% | 2.96% | 3.02% | 0.01% | 0.02% | 0.34% | 0.45% | 0.01% | 0.01% | 1.06% |
| National Civilian Labor Force | Sep-05 | 17,665 | 38.64% | 30.68% | 4.38% | 14.59% | 2.39% | 2.73% | 2.90% | 2.88% | 0.00% | 0.00% | 0.37% | 0.44% | 0.00% | 0.00% | 1.09% |
| | | NCLF Percent of Employees | | | | | | | | | | | | | | | |
| | Sep-06 | | 39.00% | 33.70% | 4.80% | 5.70% | 6.20% | 4.50% | 1.90% | 1.70% | 0.10% | 0.10% | 0.30% | 0.30% | 0.80% | 0.80% | 2.27% |

Data Source: OHR, DOL